COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION OF THE OPERATION)
OF RIDGELEA INVESTMENTS, INC. OF)
FARMGATE, EDGEWOOD AND MEADOWBROOK) CASE NO. 2008-00378
WASTEWATER TREATMENT FACILITIES IN)
FRANKLIN COUNTY, KENTUCKY)

ORDER

On August 29, 2008, Ridgelea Investment, Inc. ("Ridgelea"), a sewer utility, tendered for filing an Application for Rate Adjustment for Small Utilities ("ARF"). Ridgelea is a Kentucky corporation whose principal office is located in Cincinnati, Ohio. Ridgelea serves the following subdivisions located in Franklin County, Kentucky: Farmgate, Edgewood, and Meadowbrook. Ridgelea also provides wastewater services to Grantland Estates Subdivision in Grant County, Kentucky.

A petition was received by the Commission from several customers of Ridgelea relating to issues of service and maintenance of the wastewater treatment plants. A copy of the petition is appended hereto as Appendix A. The Commission finds that a case should be established in order to address these issues and investigate the operation of Ridgelea's wastewater treatment facilities in Franklin County, Kentucky. Commission Staff has been directed to inspect the facilities and to issue a report, which will be filed in the record of this case and served upon Ridgelea. The Commission

¹ Case No. 2003-00184, Application of Ridgelea Investments, Inc. for Purchase of Sewage Treatment Facilities of Mulberry Enterprises, Inc. (Ky. PSC Sept. 12, 2003.)

anticipates that Commission Staff will file its report within 30 days and that a procedural schedule will be issued thereafter.

The Commission, on its own motion, HEREBY ORDERS that this case is established to investigate Ridgelea's wastewater treatment facilities in Franklin County, Kentucky.

Done at Frankfort, Kentucky, this 18th day of September, 2008.

By the Commission

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00378 DATED SEPTEMBER 18, 2008

RECEIVED

Executive Director Public Service Commission 211 Sower Boulevard P.O. Box 615 Frankfort, KY 40602

SEP 0 5 2008
PUBLIC SERVICE

COMMISSION

Dear Sir,

By petition and in response to the attached notice of proposed rate increase for services by Ridgelea Investments, post marked August 7, 2008, the signing property owners of Michael Blvd. and Rosco Court in Frankfort Kentucky, by motion request that the Public Service Commission allow these customers and affected property owners to intervene, and arbitrate negotiations between parties involved.

The petitioning customers and property owners request that specific improvements to service and maintenance be part of any rate increase. The signing customers and property owners further request that the improvements be made within 1 year of the start of any rate increase and that the facility shall remain in compliance with regards to the requested improvements.

The treatment plant on Michael Blvd. consists of a pump that agitates exposed wastewater and then discharges into an adjacent creek/drainage ditch. The disrepair of the fence and exposed treatment methods pose a threat to the safety of the children that play in and around the creek/drainage ditch. The facility often emits an offensive odor and visible discharge into the creek/drainage ditch.

The petitioning property owner's requests are as follow:

- 1) A substantial improvement in the treatment of waste products collected by the treatment system resulting in the elimination or substantial reduction of detectable emissions (both liquid and air borne) from the treatment plant.
- 2) The erection of an improved safety barrier around treatment plant.
- 3) Significant reduction of noise generated by treatment plant equipment.
- 4) Erection of a privacy fence to improve appearance of treatment plant.

Elimination or Substantial Reduction of Treatment Plant Emissions:

 Currently emissions produced by the treatment plant are frequently visible both in the creek/drainage ditch and by a strong odor of raw sewage. At times odor is intolerable to the point that surrounding residents avoid going outside and close windows and doors. The elimination or substantial reduction of these emissions is requested

Safety Barrier:

- Current fencing for the wastewater facility is in need of repair due primarily to age and weather Repair or replacement of this fence is requested.
- Grating that is suppose to cover the treatment facility is either missing or not in place. Replacement of grating and specific required use of grating is requested.
- Chemical bottles are stored around the facility just inside the fence and are subject to weather and accessible to neighborhood children that play in the area. An adequate storage building/container is requested for chemical materials used by the treatment plant are requested.

Noise Reduction/Improved Appearance of Treatment Plant:

• The exposed treatment plant equipment creates enough noise to make it difficult to carry on a conversation as far away as thirty (30) feet and can be heard throughout the neighborhood. The chain link fence does little to hide treatment activates as wells as treatment chemicals. A privacy fence is requested around the parameter of the treatment plant.

Petitioning Residents: With Cray 443 Mulael Bhad. (229-1686) Resident Address	9/2/08 Date
Resident H43 Michael Blvel Address	9-2-0P Date
Resident Bobby Brewer 57/ Michael Blud Address	9-2-08 Date
David & Harlin Polats 533 Michael Blird Resident Address	9-2-08 Date
Phillip Hulias 165 Michnel BLD Resident P Address	9-02-08 Date

Scott Thickes Resident	165 /2 Michael Bluk Address	9-2-08 Date
Brad May Resident	417 Michael Blvd Address	9-2-008 Date
Dawn May Resident	47 Avence/Bld. Address	9-2-07 Date
Dieg Diens	331 Micheel Bhol Address	9-2-08 Date
Dillie May Resident	353 Michael Bluf Address	9-2-08 Date
Wenston Maz Resident	353 Michael Blod. Address	9-2-08 Date
En Mayor Resident	31 Roscoe CL Address	9-2-08 Date
Resident Resident Resident		
Rondy Davella Resident	- 450 michael Blad	Date 9/3 68
Ronar Dulla Resident	- 450 Michael Blad Address 331 Michael Blod	Date 9/3/08 0/3/08
Resident Dung Resident Resident	- 450 Michael Blad Address 331 Michael Blod Address 315 Michael Blod	Date 9/3/08 Date 9/3/08

Notice

This is to inform you that Ridgelea Investments, Inc. is requesting an increase in the sewer rates as follows:

	Existing	Proposed
Flat Monthly Rate	\$22.10	\$30.00

The rates contained in this notice are the rates proposed by Ridgelea Investments, Inc. However, the Public Service Commission may order rates to be changed that are higher or lower than the rates proposed in this notice.

Any corporation, association, body politic or person may request leave to intervene by motion within thirty (30) days after notice of the proposed rate change is given. A motion to intervene shall be in writing, shall be submitted to Executive Director, Public Service Commission, 211 Sower Boulevard, P. O. Box 615, Frankfort, Ky. 40602, and shall set forth the grounds for motion, including the status and interest of the party movant.

Copies of the application may be obtained at no charge from Ridgelea Investments, Inc. at: 2106 West North Bend Road, Cincinnati, Ohio 45224.

Upon request from an intervenor the applicant shall furnish to the intervenor a copy of the application and supporting documents.

Ridgelea Investments, Inc.

Chris Kellye Craig 443 Michael Blud Frankfoet Ky 40601 11 man and Manager of the State of the State